Second Regular Session 112th General Assembly (2002)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2001 General Assembly.

HOUSE ENROLLED ACT No. 1119

AN ACT to amend the Indiana Code concerning agriculture and animals.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 15-4-13 IS ADDED TO THE INDIANA CODE AS A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003]:

Chapter 13. Inspections Under Seed Contracts

- Sec. 1. (a) Except as provided in section 2 of this chapter, this chapter applies to the inspection of seed and the crop growing from seed by a seed supplier under the seed supplier's rights in a seed contract.
- (b) Other applicable Indiana law not in conflict with this chapter applies to a seed supplier inspecting seed and the crop growing from seed under the seed supplier's rights in a seed contract.
- Sec. 2. This chapter does not apply to an inspection by a seed supplier under the provisions of a production contract.
- Sec. 3. As used in this chapter, "farmer" refers to a person who is engaged in commercial farming and who plants seed in Indiana under a seed contract for purposes of growing a commercial grain crop.
- Sec. 4. As used in this chapter, "production contract" refers to any of the following:
 - (1) A contract to grow seed for demonstration purposes.
 - (2) A contract to grow seed for research purposes.

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- (3) A contract to grow seed under which the seed supplier:
 - (A) retains title to the crop or a product from the crop; or
 - (B) has the right or obligation to purchase, receive, or direct the disposition of the crop or a product from the crop.
- (4) A contract to grow seed in connection with an identity preserved crop program.
- Sec. 5. As used in this chapter, "seed" refers to agricultural seed or vegetable seed (as defined in IC 15-4-1-3) used to grow a commercial agricultural or a commercial vegetable crop.
- Sec. 6. As used in this chapter, "seed contract" refers to a written contract between a seed supplier and a farmer that a farmer must sign to obtain the seed or the right to plant the seed.
- Sec. 7. As used in this chapter, "seed supplier" refers to a person engaged in commercial production or supply of either of the following:
 - **(1) Seed.**
 - (2) Technology genetically engineered into seed.
- Sec. 8. A provision of a seed contract in conflict with this chapter is unenforceable against a farmer.
- Sec. 9. A provision of a seed contract that purports to waive a provision of this chapter is unenforceable against a farmer.
- Sec. 10. A choice of law provision in a seed contract does not limit the application of this chapter.
- Sec. 11. (a) As used in this section, "commissioner" refers to the state seed commissioner designated under IC 15-4-1-2.
- (b) A seed contract may not give or be interpreted to give a seed supplier or an agent of a seed supplier the right to enter real property owned or occupied by the farmer to acquire samples of the crop grown from the seed or any other plant growing on the real property unless all of the following apply:
 - (1) The seed supplier gives written notice to the farmer and the commissioner of the seed supplier's intent to enter the real property. The notice must be given not later than five (5) business days before the day the seed supplier or the seed supplier's agent enters the real property. The notice must include the following information:
 - (A) The date and time of the entry upon the land.
 - (B) The purpose for the entry upon the land.
 - (2) The seed supplier must permit the farmer, the commissioner, or the agents of the farmer or the commissioner to accompany the seed supplier or the seed



supplier's agent while samples are taken.

- (3) The seed supplier must permit the farmer, the commissioner, or the agents of the farmer or the commissioner to take matching samples or receive split samples of any samples taken by the seed supplier.
- (c) The seed supplier must provide reasonable cooperation to the farmer, the commissioner, or the agents of the farmer or the commissioner during the course of activities described in subsection (a)(2) and (a)(3).
- (d) If the commissioner or an agent of the commissioner accompanies the seed supplier on the real property to take samples under this section, the seed supplier and the farmer shall each pay fifty percent (50%) of the reasonable costs incurred by the commissioner or the commissioner's agent, as determined by the commissioner, in connection with such activities.
- (e) In an action on the seed contract between the seed supplier and the farmer, the prevailing party may recover the costs that the prevailing party paid under subsection (d) in addition to any other damages to which the prevailing party is entitled.
- (f) A seed supplier may obtain an order from a court with jurisdiction authorizing the seed supplier or the seed supplier's agent to enter real estate owned or occupied by a farmer where seed that is the subject of a seed contract is growing. If the court issues such an order, the order may require that if any samples are taken, matching or split samples must be taken by a person who is independent from the seed supplier.
- (g) The commissioner may adopt rules under IC 4-22-2 to implement this section.
- Sec. 12. (a) As used in this section, "suit" refers to a suit commenced against a farmer by a seed supplier to enforce its rights under, or in connection with, a seed contract.
- (b) If a seed supplier files suit against a farmer, the seed supplier shall provide simultaneous written notice of the suit to the commissioner of agriculture.
- (c) Failure to give notice of the suit to the commissioner of agriculture as provided in subsection (b) does not impair the jurisdiction of the court to hear the suit.
- (d) A seed supplier that fails to give notice to the commissioner of agriculture as provided in subsection (b) commits a Class B infraction.
- (e) The commissioner of agriculture shall keep a file of all notices of suits received under this section.



- Sec. 13. (a) A farmer has a right of action against a seed supplier if the seed supplier or an agent of the seed supplier enters real property owned or occupied by the farmer in violation of section 11 of this chapter.
- (b) If a farmer prevails in an action filed under this section, the farmer is entitled to recover from the seed supplier all of the following:
 - (1) Any actual damages proven by the farmer resulting from the seed supplier's violation of section 11 of this chapter.
 - (2) The farmer's reasonable attorney's fees and other litigation costs reasonably incurred in connection with the action.

C o p



Speaker of the House of Representatives	
President of the Senate	C
President Pro Tempore	
Approved:	p
Governor of the State of Indiana	

